GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:5006
ANSWERED ON:31.03.2017
Third Party Insurance
Somaiya Dr. Kirit

Will the Minister of FINANCE be pleased to state:

(a) whether the Government is considering to introduce one-time premium for third party insurance of new vehicle and if so, the details thereof; and
(b) the time by which the one-time premium policy on new vehicle will come into effect?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE

(a) & (b): As per Insurance Regulatory and Development Authority of India (IRDAI), currently, the insurers can offer long term motor two wheeler insurance policy (stand-alone motor third party insurance) for a period of two or three years. At present, there is no proposal with the Authority for the introduction of one time premium for third party insurance of new vehicles.

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